

AN ORDINANCE **97394**

RENEWING AN EXISTING 15-YEAR INTERLOCAL AGREEMENT BETWEEN THE CITY OF SAN ANTONIO AND ALAMO COMMUNITY COLLEGE DISTRICT (ACCD) FOR A PERIOD OF TWELVE (12) MONTHS, BETWEEN APRIL 1, 2003 AND MARCH 31, 2004 WHICH ADMINISTERS FUNDS ENCUMBERED PURSUANT TO A MARCH 2001 SETTLEMENT AGREEMENT FOR THE PURPOSE OF ECONOMIC DEVELOPMENT INITIATIVES TO INCLUDE APPROXIMATELY \$563,226 ENCUMBERED THIS TERM FOR THE INFORMATION TECHNOLOGY AND SECURITY ACADEMY AND ALAMO AREA AEROSPACE ACADEMY, EMPLOYEE CUSTOMIZED TRAINING, RESERVES AND TUITION REIMBURSEMENT AS WELL AS WORKFORCE DEVELOPMENT.

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WHEREAS, in March 2001, the City of San Antonio ("City") entered into a Settlement Agreement with the Alamo Community College District ("ACCD"), permitting the encumbrance of 14% of ACCD's monthly City Public Service (CPS) electricity and natural gas charges into two accounts to be maintained at ACCD for a period of up to fifteen years; and

WHEREAS, the two accounts agreed upon consist of the Building Account, which provided for a one-time allocation of funds in the amount of approximately \$2.9 million for the construction of the Advanced Technology Center (ATC) at KellyUSA, and the Education and Training Account, funded by an ongoing allocation of the 14% of CPS proceeds to provide customized workforce training in furtherance of the City's economic development and workforce development strategies; and

WHEREAS, an Interlocal Agreement was also executed at the time of the settlement to regulate the annual administrative and monitoring functions associated with these two accounts established pursuant to the Settlement Agreement; and

WHEREAS, in accordance with §791.011 of the Texas *Interlocal Cooperation Act*, the ACCD Interlocal Agreement (hereinafter "Interlocal Agreement"), a copy of which is attached, must be renewed by mutual consent of both the ACCD Board of Trustees and the City Council on an annual basis through March 31, 2016 with 2003 representing the third year of the fifteen year agreement; and

WHEREAS, the ACCD Board of Trustees approved renewal of the Interlocal Agreement on February 18, 2003; and

WHEREAS, the renewal of the Interlocal Agreement is consistent with the City's *Strategic Plan for Enhanced Economic Development*, including collaborative workforce development goals and objectives; and

WHEREAS, with renewal of the Interlocal Agreement, a balance of approximately \$563,226 retained in the Education and Training Account, which includes a combination of the 14% CPS retainage transfers as well as interest and investment earnings on both accounts from April 1, 2002 to March 31, 2003, will be available to advance the City's aforementioned economic and workforce development strategies; and

WHEREAS, funding priorities for those interests, including an increased funding reserve created in the wake of decreasing interest payments for the purpose of future customized training, contingencies, emergency training needs and the generation of consistent interest payments, are outlined for Years One through Three in Exhibit A, attached hereto and incorporated herein for all purposes; and

WHEREAS, one of the Year Three funding priorities outlined in Exhibit A includes \$294,124 for the Information Technology & Security Academy ("ITSA") and the Alamo Area Aerospace Academy (AAAA), which in 2002 streamlined operating costs and organizational structure through consolidation of their operating budgets, saving over \$100,000 in administrative costs; and

WHEREAS, the AAAA and ITSA programs have proven to be a cost effective City investment for economic development, young workers and targeted industry leaders, providing focused industry-driven and hands-on training to 291 students with an average retention rate of 96% over the last eighteen months, with a projected 2003-04 enrollment of 326 students; and

WHEREAS, an additional funding priority includes customized training and tuition assistance through ACCD to approximately 1,700 City employees, for curriculum such as automotive training and administrative management certification in furtherance of the City's goal of developing a highly skilled and educated workforce, as requested by the Human Resources Department after assessment of training needs through an interdepartmental survey; and

WHEREAS, the Department of Community Initiatives has also requested funding to continue to provide transitional workforce training in computer and financial literacy, workplace skills and character traits to approximately 400 displaced workers through the Better Careers Program, enabling participants to acquire and retain future employment at or above a living wage; and

WHEREAS, the City Council finds that renewal of the Interlocal Agreement beginning April 1, 2003 through March 31, 2004 furthers the objectives of the Economic Development Department and the City of San Antonio in promoting the development of economic and workforce interests and strategies; and

WHEREAS, the City Council also finds that it is in the best interest of the City to approve the Year Three funding priorities as outlined in Exhibit A; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

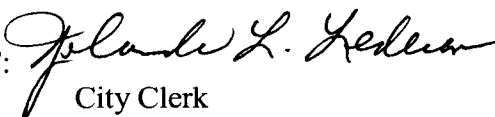
SECTION 1. The City Council hereby authorizes renewal of the ACCD Interlocal Agreement and corresponding funding priorities for the period beginning April 1, 2003 through March 31, 2004. A signed copy of the Agreement is attached hereto and incorporated herein as Exhibit "B".

SECTION 2. The Director of Finance may, subject to concurrence by the City Manager or the City Manager's designee, establish or correct allocations to specific Index Codes and Fund Numbers as necessary to carry out the purposes of this Ordinance.

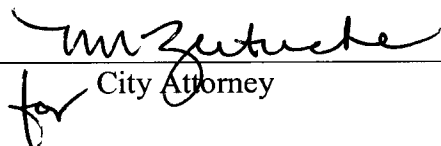
SECTION 3. The City Manager or a designated representative is authorized, for a forty-five (45) day period from the effective date of this ordinance, to execute the Agreement as approved in Section 1. The final Agreement shall be filed with this Ordinance upon execution.

SECTION 4. This ordinance shall be effective on and after the tenth day after passage hereof.

PASSED AND APPROVED this 27th day of March, 2003.

ATTEST: 
City Clerk


M A Y O R
EDWARD D. GARZA

APPROVED AS TO FORM: 
for City Attorney